

# Budget Update with Governor's Budget Proposal for 2017-18

ORANGE UNIFIED SCHOOL DISTRICT



## Business

Danish krone  
Euro  
Indian rupee  
Japanese yen

10  
10  
100  
100

27.28  
49.28  
59.28  
44.16  
66.55  
33.50

0.82  
1.48  
1.76  
1.31  
1.98  
1.00

New Zealand dollar  
Norwegian krone  
Swedish krona  
Swiss franc  
U.K. pound  
U.S. dollar  
Ukrainian hryvna 10

## ADRS, GDRS AND FOREIGN-TRADED STOCK

CHANGE, %  
VOLUME, 652,022

## Help Economy



February 15, 2017

# Business

## Presentation Overview

 Governor's Proposed Budget for 2017-18

 Budget Assumptions: From 1<sup>st</sup> to 2<sup>nd</sup> Interim

 CalSTRS and CalPERS News

 Multi-Year Projections: 2<sup>nd</sup> Interim Report

 Next Steps



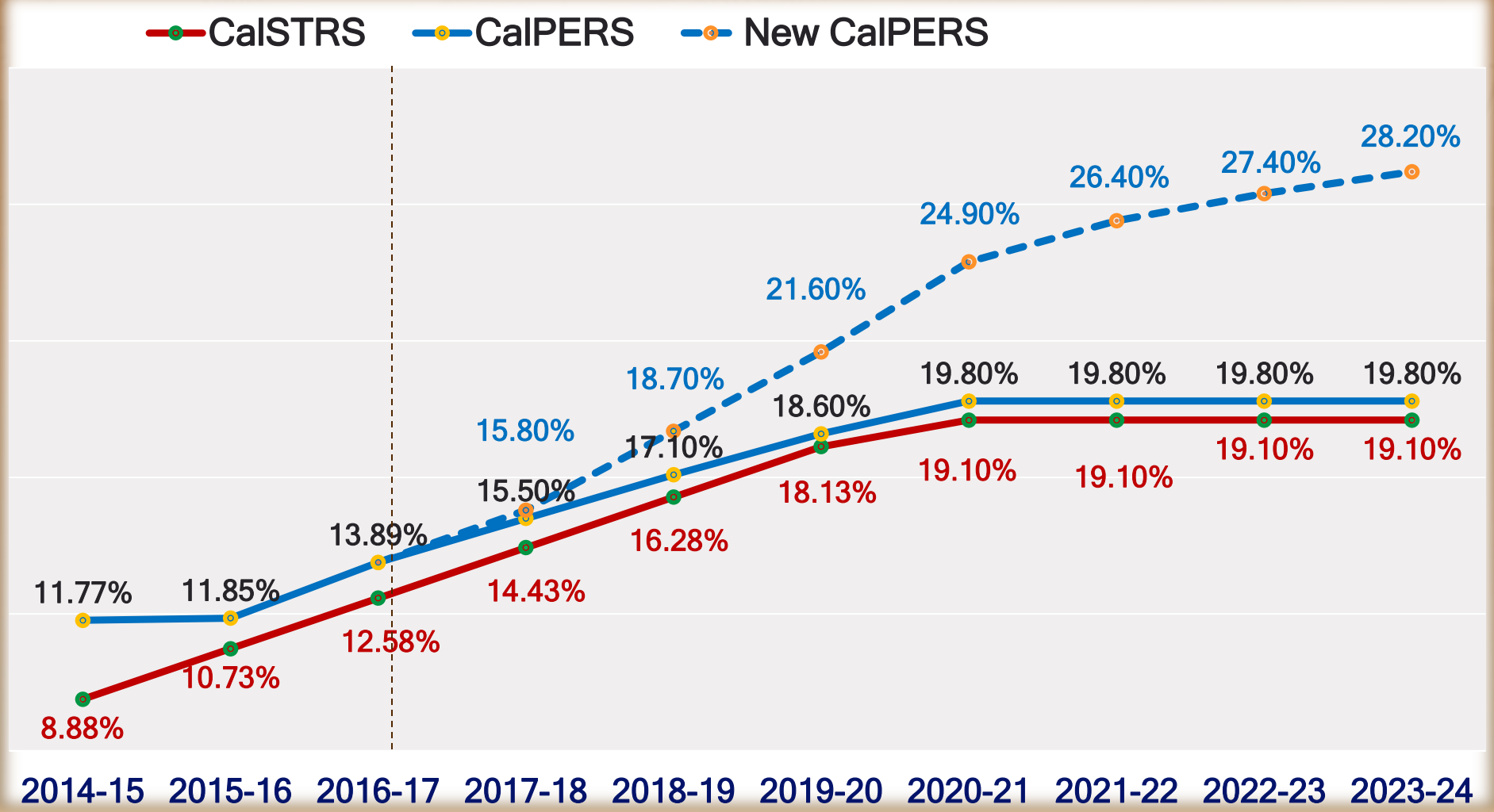
# Governor's Proposed Budget for 2017-18

- Reflects the slowdown of California's fiscal recovery
  - Continues implementation of LCFF with \$744M to fund statutory cost-of-living adjustment
  - Fund COLA at 1.48%
  - Maintains Districts at 96% of full implementation target

# Budget Assumptions: From 1<sup>st</sup> to 2<sup>nd</sup> Interim

Assumptions for FY 2017-18	1 <sup>st</sup> . Interim	Governor's Proposal	Fiscal Impact
REVENUES			
COLA	1.11%	1.48%	\$866,000
Gap Funding	96%	96%	\$0
Attendance	24,870	same	\$0
One-time Funds	\$0	\$48/ADA	\$1,220,000
EXPENDITURES			
CalSTRS Contribution	14.43%	14.43%	\$0
CalPERS Contribution	15.50%	15.80%	\$125,000

## District Contributions to CalSTRS and CalPERS



# Multi-Year Projections

	2016-17	2017-18	2018-19
Declining Enrollment	-454	-521	-521
COLA	0.00%	1.48%	2.40%
<b>REVENUES</b>	284,459,527	277,294,632	281,222,591
<i>Declining Enrollment</i>	<i>(3,756,089)</i>	<i>(7,695,447)</i>	<i>(12,326,095)</i>
<b>TOTAL REVENUES AS ADJUSTED</b>	<b>280,703,438</b>	<b>269,599,185</b>	<b>268,896,496</b>
<b>EXPENDITURES</b>	292,695,888	275,975,947	278,327,375
<i>Increase in STRS &amp; PERS Contributions</i>	<i>6,363,031</i>	<i>9,545,500</i>	<i>13,187,688</i>
<i>Class Size Reduction Program Cost</i>		<i>2,446,584</i>	<i>4,924,248</i>
<b>TOTAL EXPENDITURES AS ADJUSTED</b>	<b>299,058,919</b>	<b>287,968,031</b>	<b>296,439,311</b>
<b>INCREASE (DECREASE) IN FUND BALANCE</b>	<b>(18,355,481)</b>	<b>(18,368,846)</b>	<b>(27,542,815)</b>
<b>BEGINNING BALANCE</b>	79,290,185	60,934,704	42,565,858
<b>PROJECTED ENDING BALANCE</b>	<b>60,934,704</b>	<b>42,565,858</b>	<b>15,023,043</b>
Adjustment to Ending Fund Balance			
Stores, Revolving Cash and Carryover	(3,550,693)	(1,104,109)	(334,295)
Reserve for STRS and PERS Increases	(10,519,262)	(7,336,793)	(5,217,105)
3% State Required Contingency	(8,971,768)	(8,639,041)	(8,893,179)
<b>Unappropriated Fund Balance Above 3%</b>	<b>37,892,981</b>	<b>25,485,915</b>	<b>578,464</b>



# Next Steps

## ■ Local level

- Second Interim Report due by March 15, 2017
- 2017-18 Budget and LCAP Public Hearing on May 25, 2017
- Adopt 2017-18 District Budget by June 30, 2017

## ■ State level

- Next update – May Revision